Michael O. Leavitt Governor Ted Stewart Executive Director James W. Carter Division Director

1594 West North Temple, Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 (801) 538-5291 (801) 359-3940 (Fax)

December 10, 1996

Ken Webber U. S. Energy Corporation 877 North 800 West Riverton, Wyoming 82501

Re:

Request for Annual Report for the Year 1996

Dear Mr. Webber:

The enclosed annual report form(s) for the mine(s) referenced below should be completed and returned to this office by January 31, 1997.

Mine No.

Mine Name

M/037/040

Velvet Mine

This report is required by Rule R647-4-121 of the Division's Amended and New Rule, Minerals Reclamation Program, effective December 1, 1988. This report is required regardless of annual mine activity, unless you have received a written waiver or formal release from continued reclamation obligations from the Division. Thank you for your cooperation and prompt attention to this matter.

Sincerely,

D. Wayne Hedberg Permit Supervisor

Minerals Reclamation Program

jb Enclosure AR/66

